



## BUSINESS ACTIVITY 19

### TOTAL COST PER UNIT

How many units do you predict you will sell in the coming month? What is this number based on?

---



---

Calculate the fixed costs of your business. Any annual costs or single-expense costs should be included in your fixed costs.

FIXED COST DESCRIPTION	PRICE (\$)
<b>Total Fixed Costs</b>	

Calculate the variable cost of producing each unit of product or service.

Product/Service 1 - \_\_\_\_\_

DESCRIPTION OF VARIABLE COST	VARIABLE COST (\$)
<b>Total Variable Costs for Product/Service 1</b>	

Product/Service 2 - \_\_\_\_\_

DESCRIPTION OF VARIABLE COST	VARIABLE COST (\$)
<b>Total Variable Costs for Product/Service 2</b>	

Product/Service 3 - \_\_\_\_\_

DESCRIPTION OF VARIABLE COST	VARIABLE COST (\$)
<b>Total Variable Costs for Product/Service 3</b>	

Calculate the total cost per unit for each of your products/services using the given formula.

$$\text{Total Cost per unit} = \frac{\text{Fixed Costs}}{\text{(number of units)}} + \text{Variable Cost per unit}$$

PRODUCT/SERVICE	CALCULATIONS	TOTAL COST (\$)
1.		
2.		
3.		